

## **CITY OF DURHAM** | NORTH CAROLINA

Date: October 8, 2013

**To:** Thomas J. Bonfield - City Manager

**Through:** W. Bowman Ferguson - Deputy City Manager **From:** Marvin G. Williams – Director of Public Works

**Subject:** Contract SD-2013-01, Stormwater Infrastructure Repairs and Improvements

### **Executive Summary**

On August 26, 2013, bids were opened for Contract SD-2013-01. This contract consists of repairs and rehabilitation of stormwater drainage systems at various site locations throughout the City of Durham. The lowest responsive bid was submitted by White Oak Construction Corporation, of New Hill, North Carolina. The Public Works Department recommends that the City Council authorize the City Manager to execute a contract with White Oak Construction Corporation, for Contract SD-2013-01 in the amount of \$537,358.00 with a contingency of \$107,471.60 (20%). This results in a total amount of \$644,829.60.

#### Recommendation

The Administration recommends that the City Council authorize the City Manager to execute a contract for SD-2013-01, Stormwater Infrastructure Repairs and Improvements, with White Oak Construction Corporation in the amount of \$537,358.00; establish a contingency fund in the amount of \$107,471.60 (20%); and authorize the City Manager to negotiate change orders provided that the cost of all change orders does not exceed \$107,471.60 and the total project cost does not exceed \$644,829.60.

# **Background**

This project involves repairs and rehabilitation of stormwater drainage systems located within City maintained right-of-way, City owned property, and private property. This contract includes repair work at thirteen (13) project sites.

- 1. Clermont Road
- 2. East Main Street
- 3. West Knox Street
- 4. Goodvear Circle
- 5. Concord Street, Otis Street, and Formosa Avenue
- 6. Stephenson Street and East Ellerbe Street
- 7. Onslow Street and West Markham Avenue
- 8. Maplewood Cemetery (three (3) project sites)
- 9. Rocky Creek
- 10. Shoccoree Drive
- 11. Watts Street and Gloria Avenue

#### **Issues and Analysis**

The initial apparent successful bidder, MT Murphy Construction, Inc., was deemed to have submitted a nonconforming bid that was rejected. The rejection was based on noncompliance with the Ordinance to Promote Equal Business Opportunities in City Contracting. The next lowest bidder White Oak Construction Corporation was deemed to be responsive.

The following is a summary of bids received:

MT Murphy Construction, Inc.	\$526,257.30	Low Bid (nonconforming)
White Oak Construction Corporation	\$537,358.00	Next Lowest Bid
Lanier Construction Company, Inc.	\$583,379.25	
Hine Sitework, Inc.	\$616,322.26	
Triangle Grading & Paving, Inc.	\$629,308.50	

The Public Works Department recommends awarding Contract SD-2013-01 to White Oak Construction Corporation in the amount of \$537,358.00.

#### **Alternatives**

The Department of Public Works has not identified any alternatives since the bids received are competitive and are consistent with the engineering estimate prepared by staff.

# **Financial Impact**

This project is budgeted for in the adopted Capital Improvements Project Ordinance (#13288) for storm drainage repairs in the following accounts.

4300L045-731000-LK107:	\$390,122.88
4300L045-731000-LK105:	\$124,225.12
4300L045-731000-LK100:	\$23,010.00
4300L045-731900-LK107:	\$107,471.60
Total:	\$644,829.60

#### **SDBE Summary**

The Equal Opportunity/Equity Assurance Department reviewed the bid submitted by White Oak Construction Corporation of New Hill, North Carolina and has determined that they are in compliance with the Ordinance to Promote Equal Business Opportunities in City Contracting.

#### **SDBE Requirements**

<u>Firm</u>	ID	City/State	Amount	% of Contract
Turner Utilities	MSDBE	Raleigh NC	\$61,000	11%
Southern Gardens	WSDBE	Apex NC	\$22,000	4%

The goals for this project were: 11% MSDBE and 4% WSDBE. White Oak Construction Corporation attained the goals of: 11% MSDBE and 4% WSDBE.

# **Workforce Statistics**

The workforce statistics for White Oak Construction Corporation, New Hill, North Carolina are as follows:

8	
1	12%
7	88%
0	0%
3	38%
4	50%
0	0%
1	12%
0	0%
	1 7 0 3 4 0

# **Bidder Safety Record Review Summary**

Staff has reviewed the bid submitted by White Oak Construction Corporation and has determined that they are in compliance with the Policy for Bidder Safety Record Review.

## **Attachments**

1. Construction Drawings Cover Sheet and Project Sites Map